

Line	Description	Settlement South Dakota - Electric Adjusted Test Year	MEC Proposed South Dakota - Electric Adjusted Test Year	Difference
	(a)	(b)	(c)	(d)
1	Average Rate Base	\$ 57,907,057	\$ 66,588,000	\$ (8,680,943)
2	Operating Income with Present Rates	3,816,417	4,021,000	(204,583)
3	Earned Rate of Return	6.591%	6.039%	
4	Allowable Rate of Return	6.920%	7.596%	
5	Required Operating Income	4,007,168	- 5,058,024	(1,050,856)
6	Income Deficiency (Excess)	190,751	1,037,024	(846,273)
7	Gross Revenue Conversion Factor	1.53846	1.53846	
8	Revenue Deficiency (Excess)	293,463	1,595,422	(1,301,959)
9	Gross Receipts Tax (at 0.0015)	440	2,000	(1,560)
10	Total Revenue Deficiency (Excess)	293,903	1,597,422	(1,303,519)
11	Revenue with Present Rates	11,493,382	11,456,000	37,382
12	Revenue Requirement	\$ 11,787,285	\$ 13,053,422	\$ (1,266,137)

SOURCES:

Column b, line 1: PJS-6, Schedule 1, page 1, column d, line 33
Column b, line 2: PJS-5, Schedule 2, page 1, column d, line 29
Column b, line 3: Line 2 divided by line 1
Column b, line 4: BLC-1, Schedule 1, column d, line 4
Column b, line 5: Line 1 * line 4
Column b, line 6: Line 5 less line 2
Column b, line 7: Effective FIT Rate / Inverse + 1
Column b, line 8: Line 6 * line 7
Column b, line 9: Line 8 * 0.0015
Column b, line 10: Line 8 plus line 9
Column b, line 11: PJS-5, Schedule 2, page 1, column d, line 1
Column b, line 12: Line 11 plus line 10

Column c, line 1: Statement M, line 1
Column c, line 2: Statement M, line 4
Column c, line 3: Line 2 divided by line 1
Column c, line 4: Statement M, line 2
Column c, line 5: Line 1 * line 4
Column c, line 6: Line 5 less line 2
Column c, line 7: Effective FIT Rate / Inverse + 1
Column c, line 8: line 6 * line 7
Column c, line 9: Statement M, line 11
Column c, line 10: Line 8 plus line 9
Column c, line 11: Exhibit RRT 1.1 Schedule 2
Column c, line 12: Line 11 plus line 10